# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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## FISCAL IMPACT STATEMENT

**LS 6581 NOTE PREPARED:** Feb 25, 2009 **BILL NUMBER:** HB 1726 **BILL AMENDED:** Feb 19, 2009

**SUBJECT:** Indiana Check-up Plan Benefits.

FIRST AUTHOR: Rep. Reske

BILL STATUS: As Passed House

FIRST SPONSOR: Sen. Lanane

FUNDS AFFECTED: GENERAL IMPACT: State

 $\frac{\mathbf{X}}{\mathbf{X}}$  DEDICATED  $\frac{\mathbf{X}}{\mathbf{X}}$  FEDERAL

<u>Summary of Legislation:</u> This bill requires the Indiana Check-up Plan to include chiropractor office services. The bill provides that the Indiana Check-up Plan may not permit treatment limitations or financial requirements on the coverage of chiropractor office services if similar limitations are not imposed on the coverage of physician office services.

Effective Date: July 1, 2009.

**Explanation of State Expenditures:** The bill would add chiropractic services to the list of benefits required to be included by the Indiana Check-up Plan (ICP) in a manner and to the extent as those offered for physician office services. The Office of Medicaid Policy and Planning (OMPP) reported to the Health Finance Commission during the 2008 interim session that chiropractic services were not offered in the ICP benefit package due to federal fiscal neutrality requirements for the HIP Medicaid waiver. The fiscal impact of the requirement has been estimated by the OMPP to be \$2.5 M in additional annual cost to the ICP benefit plan.

The provisions of the bill would also require the OMPP to prepare and submit a Medicaid waiver amendment to the federal Centers for Medicare and Medicaid Services. Preparation and submission of the waiver is considered to be administrative in nature and should be accomplished within the existing level of resources available to OMPP.

#### **Explanation of State Revenues:**

### **Explanation of Local Expenditures:**

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# **Explanation of Local Revenues:**

State Agencies Affected: OMPP, Family and Social Services Administration.

**Local Agencies Affected:** 

**Information Sources:** OMPP.

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